House Study Bill 505 - Introduced

HOUSE FILE

BY (PROPOSED COMMITTEE

ON COMMERCE BILL BY

CHAIRPERSON COWNIE)

A BILL FOR

- 1 An Act eliminating civil liability provisions for alcoholic
- 2 beverage licensees or permittees.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 123.92, subsections 1 and 2, Code 2016, 2 are amended by striking the subsections.
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- 3 Sec. 2. Section 123.95, subsection 1, Code 2016, is amended 4 to read as follows:
- 5 l. A person shall not allow the dispensing or consumption of 6 alcoholic liquor, except wines and beer, in any establishment
- 7 unless the establishment is licensed under this chapter or
- 8 except as otherwise provided in this section. The holder of
- 9 an annual class "B" liquor control license or an annual class
- 10 "C" liquor control license may act as the agent of a private
- 11 social host for the purpose of providing and serving alcoholic
- 12 liquor, wine, and beer as part of a food catering service for
- 13 a private social gathering in a private place. The holder of
- 14 an annual special class "C" liquor control license shall not
- 15 act as the agent of a private social host for the purpose of
- 16 providing and serving wine and beer as part of a food catering
- 17 service for a private social gathering in a private place. The
- 18 private social host or the licensee shall not solicit donations
- 19 in payment for the food or alcoholic beverages from the guests,
- 20 and the alcoholic beverages and food shall be served without
- 21 cost to the guests. Section 123.92 does not apply to a liquor
- 22 control licensee who acts in accordance with this section when
- 23 the liquor control licensee is providing and serving food and
- 24 alcoholic beverages as an agent of a private social host at a
- 25 private social gathering in a private place which is not on the
- 26 licensed premises.
- 27 Sec. 3. REPEAL. Section 123.93, Code 2016, is repealed.
- 28 EXPLANATION
- The inclusion of this explanation does not constitute agreement with the explanation's substance by the members of the general assembly.
- 31 This bill eliminates civil liability provisions for
- 32 alcoholic beverage licensees or permittees, commonly referred
- 33 to as the dramshop Act. Current law provides that a person who
- 34 suffers personal injury, property damage, or loss of support
- 35 as a result of the actions of an intoxicated person may, upon

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- 1 proper notice, seek damages from an alcoholic beverage licensee
- 2 or permittee who sold to and served intoxicating beverages to
- 3 a person when the licensee or permittee knew or should have
- 4 known the person was intoxicated or should have known the
- 5 person would become intoxicated and the person is subsequently
- 6 involved in an alcohol-related accident resulting in injury to
- 7 a third person.